

FISCAL NOTE

SB 3000 - HB 3180

March 4, 2002

SUMMARY OF BILL: Amends the retirement law by making revisions to the military service retirement credit law. Allows a member to receive retirement credit in TCRS for military service rendered in the United States Armed Forces without charge, regardless of whether the service was rendered during a period of armed conflict and regardless of whether the military service interrupted the member's employment.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - \$3,774,800 Annual Amortized Cost
Increase Local Govt. Expenditures - \$998,900 Annual Amortized Cost

Other Fiscal Impact - Increase Federal/Other Expenditures:
\$733,500 Annual Amortized Cost

Estimate assumes:

- ◆ total lump sum liability of \$55,363,700
- ◆ a 20-year amortization of the lump sum liability
- ◆ administrative costs of \$76,000 included in the first year cost
- ◆ bill is applicable to active and retired members of TCRS
- ◆ a funding ratio for teacher cost at 60% state and 40% local education agencies.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

SB 3000 - HB 3180